(c) if so, the loss suffered by the company; and

(d) the steps taken by the Ministry in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI RAMESH BAIS): (a) Yes, Sir. M/s National Fertilizers Ltd. (NFL) had placed order on M/s Emirates Trading Agency LLC, Dubai, (UAE) for supply of one lakh MTs of DAP on CIF basis at the rate of US $ 256 PMT with delivery schedule between July to Oct. 1995.

(b) M/s National Fertilizers Ltd. (NFL) had sold the third consignment of 36,299.859 MTs of DAP to the supplier on high sea basis at the same rate of US $ 256.00 PMT.

(c) The Company suffered loss of Rs. 1,05,44,558.25 due to exchange rate variation (Rs. 33,70,185.00) and interest loss (Rs. 71,74,373.25) on cash credit availed for the purchase.

(d) DAP being decontrolled and decanalised fertilizer, it is freely importable. The imports of DAP were made by National Fertilizers Ltd. (NFL) on the basis of their commercial assessment. The Government has no direct role in such transactions which are decided by the management of the company in consultation with its Board of Directors.

Closure of FCI unit situated in Barauni (Bihar)

†1674. SHRI SHIBU SOREN: Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether it is a fact that fertilizer unit of Fertilizer Corporation of India situated in Barauni (Bihar) having production capacity of three lakh metric tonnes has been lying closed since last year;

(b) if so, what are the reasons therefor and the loss being caused thereby every month;

(c) the total number of workers in the above unit, alongwith category-wise details thereof; and

(d) what action is being taken by Government for revival of the above unit and by when it is targeted to be revived?

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†Original notice of the question was received in Hindi.

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI RAMESH BAIS): (a) and (b) The operations of the Barauni unit which belongs to Hindustan Fertilizer Corporation Ltd. (HFC) have been suspended from January, 1999 due to a very high cost of production and heavy operational losses suffered by the unit continuously. The average loss per month during the current year is estimated at Rs. 3.15 crore.

(c) The unit has a work force of 1311 (292 officers and 1019 workers) as on 31.1.2000.

(d) The rehabilitation of HFC including its Barauni unit depends on the decision of the competent authority in the Government and the final sanction of the Board for Industrial and Financial Reconstruction.

FDI in making bulk drugs

1675. SHRI PRAFULL GORADIA: Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether Government have allowed upto 74 per cent foreign direct investment to foreign companies and their intermediates, making bulk drugs;

(b) if so, the reasons for this permission; and

(c) what advantages are likely to accrue to the common man as a result of this shift in the policy?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI RAMESH BAIS): (a) to (c) In order to promote foreign direct investment in the pharmaceutical sector, the Government has decided to permit upto 74 per cent foreign equity under the automatic route.

Deletion and addition of items under TPDS

1676. SHRI RAHASBIHARI BARIK: Will the Minister of CONSUMER AFFAIRS AND PUBLIC DISTRIBUTION be pleased to state:

(a) whether Government have a proposal to delete and add some items from Targeted Public Distribution System;

(b) if so, the details of items proposed to be deleted or added from the TPDS; and

(c) the steps taken to revamp the TPDS?